

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
EAST PENDLETON WATER DISTRICT) CASE NO. 9351

O R D E R

On May 30, 1985, East Pendleton Water District ("East Pendleton") filed its application with the Public Service Commission ("Commission") seeking authority to adjust its rates in accordance with 807 KAR 5:067, Purchased Water Adjustment Clause.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

(1) Effective with July 1985 billings, East Pendleton's supplier, City of Falmouth, increased its rates for wholesale water by approximately \$.46 per 1,000 gallons.

(2) The statements of water purchased and sold filed by East Pendleton for the 12-month period ending April 30, 1985, show that its water loss is approximately 22 percent which is in excess of the maximum of 15 percent allowed by the Commission.

(3) After adjustments for water loss to the maximum of 15 percent, the total allowable increase in purchased water costs is \$23,001 resulting in a purchased water adjustment of \$.54 per 1,000 gallons.

(4) The financial exhibits filed by East Pendleton indicate that it cannot absorb an increase of this magnitude in the wholesale cost of water.

(5) The purchased water adjustment in the amount of \$.54 per 1,000 gallons and the rates in Appendix A are fair, just and reasonable and should be approved.

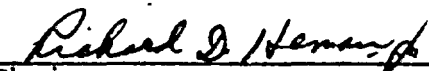
IT IS THEREFORE ORDERED that the purchased water adjustment in the amount of \$.54 per 1,000 gallons and the rates in Appendix A be and they hereby are approved for service rendered on and after the date of this Order.

IT IS FURTHER ORDERED that for the purpose of future application of the purchased water adjustment clause of East Pendleton, the base rates for purchased water shall be:


<u>Supplier</u>	<u>Rate</u>
City of Falmouth	First 2,000 gal. \$ 7.50 Minimum
	Next 3,000 gal. 1.59 per 1,000 gallons
	Next 5,000 gal. 1.30 per 1,000 gallons
	Next 40,000 gal. 1.08 per 1,000 gallons
	Over 50,000 gal. 1.40 per 1,000 gallons

Done at Frankfort, Kentucky, this 18th day of July, 1985.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 9351 DATED JULY 18, 1985

The following rates and charges are prescribed for customers in the area served by East Pendleton Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RESIDENTIAL

USAGE BLOCKS

RATES

First 1,000 gallons	\$8.74 Minimum
Next 99,000 gallons	2.99 per 1,000 gallons
Over 100,000 gallons	2.59 per 1,000 gallons

BLACK RIVER LIME

Monthly Meter Charge	\$300.00
First 100,000 gallons	2.99 per 1,000 gallons
Over 100,000 gallons	2.59 per 1,000 gallons

KINCAID LAKE PARK

First 100,000 gallons	\$701.00 Minimum
Over 100,000 gallons	2.59 per 1,000 gallons